

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6353

BILL NUMBER: SB 210

NOTE PREPARED: Nov 27, 2007

BILL AMENDED:

SUBJECT: Teachers' Retirement Fund Issues.

FIRST AUTHOR: Sen. Tallian

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill: (1) reduces from 90 days to 30 days the waiting period after which a retired member of the State Teachers' Retirement Fund (TRF) may be reemployed in a covered position and continue to receive a retirement benefit; (2) provides that a TRF member may change the member's beneficiary designation if the member and the member's designated beneficiary are parties in any action for dissolution of marriage. (Under current law, the member may change the member's beneficiary designation only if the member and the member's designated beneficiary are parties in an Indiana action for dissolution of marriage.)

(The introduced version of this bill was prepared by the Pension Management Oversight Commission.)

Effective Date: July 1, 2007 (retroactive); July 1, 2008.

Explanation of State Expenditures: The bill reduces from 90 days to 30 days the waiting period for reemployment of a retired teacher. This part will allow a retired TRF member to secure reemployment 60 days earlier and should have no quantifiable fiscal impact. The fund affected is the state General Fund.

For changing a beneficiary, there will be a \$250 processing charge to be paid by the member for the TRF actuary to recalculate the benefit. Benefits will be recalculated only to the extent permitted by the Internal Revenue Code and applicable regulations. Also, the TRF Board of Trustees may obtain any approvals that the Board considers necessary or appropriate from the Internal Revenue Service. The fund affected is the Administrative Fund.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Teachers' Retirement Fund.

Local Agencies Affected:

Information Sources: Tom Abbett, Controller, TRF, 317-232-3826; Cristy Wheeler, Executive Director of the TRF, 317-232-3864.

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